S. A Santast



County of Los Angeles CHIEF ADMINISTRATIVE OFFICE

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May 5, 2006

Board of Supervisors GLORIA MOLINA First District

YVONNE B. BURKE Second District

ZEV YAROSLAVSKY Third District

DON KNABE Fourth District

MICHAEL D. ANTONOVICH

Fifth District

To:

Mayor Michael D. Antonovich

Supervisor Gloria Molina Supervisor Yvonne B. Burke Supervisor Zev Yaroslavsky

Supervisor Don Knabe

From:

David E. Janssen

Stan Wisniewski, Director Stam Wisniewski.
Department of Beaches

STATUS REPORT ON DEL REY SHORES

Your Board's April 4, 2006 order instructed the Director of Beaches and Harbors to discuss onsite, low-income housing opportunities with the lessee of Marina del Rey Parcels 100 and 101 (Del Rey Shores) and bring back to the Board within 30 days an amended leasehold agreement to ensure the project's consistency with the Mello Act.

Since that time, the Regional Planning Commission considered this project at its April 19, 2006 meeting, including testimony from affordable housing advocates, and has continued the matter to its June 7, 2006 meeting. In addition, there have been two meetings with Del Rey Shores and our respective economic consultants to discuss the economic impacts on the County and lessee resulting from the affordable housing requirements under the Mello Act. The lessee is currently surveying its tenants to determine the number of affordable replacement housing units it will be responsible to replace. Once the results of the lessee's survey of tenants is complete, and has been audited by the Community Development Commission, we will be able to fully assess the economic impacts of Mello Act compliance, at which time we will schedule the item for closed session to receive your negotiating instructions. In the meantime, we will continue to meet with the lessee to complete the financial analysis under this modified timeframe.

Should you have any questions or require additional information regarding the Del Rev Shores Project, please feel free to contact us at any time.

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